

Daily Market Brief

November 13th 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EURUSD

The EUR/USD pair oscillates within a narrow trading range below the 1.0700 mark during the Asian session on Monday. Traders prefer to wait on the sidelines ahead of the Eurozone Gross Domestic Product for the third quarter (Q3). The softer report could weigh on the Euro (EUR) and act as a headwind for the pair.

GBPUSD

GBP/USD extends its gains for the second consecutive day, trading higher around 1.2230 during the Asian session on Monday. The pair might have received upward support from the better-than-expected preliminary Gross Domestic Product (GDP) from the United Kingdom (UK) released on Friday, coupled with a weaker US Dollar (USD).

USDJPY

The USD/JPY pair trades in positive territory for the sixth consecutive day during the Asian trading hours on Monday. The uptick of the pair is bolstered by the higher US Treasury bond yield and the hawkish comments from Federal Reserve (Fed) Chair Jerome Powell. The pair currently trades around 151.70, gaining 0.10% on the day.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0687	1.0691	1.0681	0.01	-0.29	-0.17
GBP-USD	1.2234	1.2236	1.2211	0.06	-0.89	1.25
USD-JPY	151.77	151.80	151.37	0.16	-1.12	-13.61
USD-CHF	0.9022	0.9027	0.9016	-0.06	-0.31	2.47
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1939.32	1944.09	1934.13	-0.05	-1.96	6.32
Silver	22.10	22.35	21.99	-0.75	-4.02	-7.74
Crude Oil	76.57	77.28	76.36	-0.78	-5.26	-0.96
Bitcoin	36876.01	37425.08	36848.25	-0.82	3.60	122.96
Etherium	2037.23	2075.10	2032.18	-1.11	7.93	69.86
Period	1 M		3 M		12 M	
USD LIBOR *	5.44		5.64		6.04	
EURIBOR	3.83		3.99		4.04	
SOFR	5.32		5.38		5.32	
Notes/Bonds	2 Y		10 Y		30 Y	
US	5.05		4.65		4.77	
BTP - BUND	0.71		1.86		2.13	
GILTS	4.67		4.34		4.78	

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

Wall Street's main indexes ended with big gains on Friday, boosted by heavyweight tech and growth stocks as Treasury yields calmed, while investors looked ahead to a next week's reports on inflation and other economic data. Nasdaq posts biggest one-day jump since May 26. All S&P 500 sectors end higher.

EUROPE

European shares fell on Friday, hurt by higher bond yields, as hawkish comments from the U.S. Federal Reserve Chair doused investor optimism that interest rates have peaked, while dour results from Diageo and Richemont also weighed.

ASIA

China and Hong Kong stocks slipped on Monday as initial euphoria over a summit between the top leaders from the world's two largest economies later this week was offset by lingering concerns over China's economic health.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	34283.10	1.15	1.82	3.43	34231.00	-0.33
S&P	4415.24	1.56	2.02	15.00	4413.25	-0.42
Nasdaq	13798.11	2.05	2.92	31.83	15526.50	-0.48
DJ EuroStoxx50	4197.36	-0.75	1.48	10.64	4215.00	0.14
FTSE 100	7360.55	-1.28	-3.15	-1.22	7383.00	0.15
CAC 40	7045.04	-0.96	0.59	8.82	7048.00	N/A
DAX	15234.39	-0.77	0.31	9.41	15301.00	0.06
IBEX 35	9371.70	-0.36	1.50	13.88	9376.60	N/A
FTSE MIB	28504.43	-0.49	0.95	20.24	28399.00	N/A
Nikkei	32568.11	0.05	0.83	24.87	32580.00	0.00
Hang Seng	17203.26	0.17	-3.27	-12.89	17249.00	0.13
DFM General	3969.28	0.13	0.24	19.14	N/A	N/A
MSCI Tadawoul	10833.64	-0.07	2.34	3.39	N/A	N/A
Leb. Mkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	69.60	70.00	67.45	-1.21	2.35	14.29
Solidere B	66.00	66.00	66.00	0.00	-4.69	9.36

MUST READ

(Source: Bloomberg/ Forexlive)

U.S. debt in danger of downgrade by Moody's as shutdown looms

Moody's Investors Service on Friday put the U.S. government's pristine credit rating on a negative outlook, raising the possibility of another downgrade of American debt. The credit rating firm cited risks to the U.S. fiscal outlook namely, higher interest rates "without effective fiscal policy measures to reduce government spending or increase revenues." Continued political polarization within [the] US Congress raises the risk that successive governments will not be able to reach consensus on a fiscal plan to slow the decline in debt affordability," the firm added. A lower debt rating raises the risk of higher borrowing costs for the federal government. The warning comes as the government teeters on the brink of another shutdown next week and follows a move by Fitch ratings service just a few months ago to downgrade U.S. debt. Standard & Poor's made a similar move more than a decade ago following an 11th hour showdown over raising the debt ceiling. Deputy Treasury Secretary Wally Adeyemo blasted the move, saying the administration has "demonstrated its commitment to fiscal sustainability, including through the more than \$1 trillion in deficit reduction included in the June debt limit deal as well as President Biden's budget proposals that would reduce the deficit by nearly \$2.5 trillion over the next decade."

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Tyson Foods	TSN US	\$16.6 B	13-Oct-23	Pre-mkt	0.33	1.63
Home Depot, Inc.	HD US	\$294.7 B	14-Nov-23	Pre-mkt	3.81	4.24
Sea Limited	SE US	\$25.1 B	14-Nov-23	Pre-mkt	0.23	-1.02
Cisco Systems	CSCO US	\$216.1 B	15-Oct-23	After-mkt	0.91	0.77
Palo Alto Networks	PANW US	\$73.1 B	15-Nov-23	After-mkt	0.48	0.12

ECONOMIC CALENDAR

(14-11-23) GB- Employment Change SEP; Claimant Count Change, Rate OCT
(14-11-23) GB- ILO Unemployment Rate (3M) SEP
(14-11-23) GB- Average Earnings Including/Excluding Bonus (3Mo/Yr) SEP
(14-11-23) CH- SNB's Chairman Jordan speech
(14-11-23) EA- Gross Domestic Product QoQ, YoY Q3 preliminar
(14-11-23) DE- ZEW Survey - Current Situation NOV - Economic Sentiment NOV
(14-11-23) US- Consumer Price Index OCT; Consumer Price Index ex Food & Energy

CONTACT

Banque BEMO sal
Asset Management Unit

Ashrafieh, Elias Sarkis Ave., BEMO Bldg, 4th Floor
P.O.Box 16-6353 Beirut, Lebanon
Tel: +961 1 325405/6/7/9

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